

TOWN OF FORT COBB
June 30, 2014

TABLE OF CONTENTS

	Page
Independent Accountant's Report	1-3
Summary of Changes in Fund Balances-Modified Cash Basis	4
Budgetary Comparison Schedule-Modified Cash Basis -General Fund	5
Budgetary Comparison Schedule-Modified Cash Basis -Fire Department Cash Fund	6
Budgetary Comparison Schedule-Modified Cash Basis -Capital Improvement Cash Fund	7
Schedule of Grant Activity-Modified Cash Basis	8

**Independent Accountant's Report
On Applying Agreed-Upon Procedures**

To the Specified Users of the Report:

Town Council, Town of Fort Cobb
Fort Cobb, Oklahoma

Fort Cobb Economic Development Authority
Fort Cobb, Oklahoma

Oklahoma Office of State Auditor and Inspector
Oklahoma City, Oklahoma

Caddo County Clerk
Anadarko, Oklahoma

Association of South Central Oklahoma Governments
Duncan, Oklahoma

We have compiled the accompanying Summary of Changes in Fund Balance-Modified Cash Basis of the Town of Fort Cobb and Fort Cobb Economic Development Authority, Fort Cobb, Oklahoma as of June 30, 2014 and the related Budgetary Comparison Schedule of General Fund-Modified Cash Basis, Budgetary Comparison Schedule of Fire Department Cash Fund-Modified Cash Basis, Budgetary Comparison Schedule of Capital Improvement Cash Fund-Modified Cash Basis, and Schedule of Grant Activity-Modified Cash Basis for the fiscal year ended June 30, 2014. The financial statements have been prepared in a format and basis of accounting as prescribed by Oklahoma statutes, that demonstrates compliance with the modified cash basis and budget laws of the State of Oklahoma, which is a comprehensive basis of accounting other than generally accepted accounting principles. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with the modified cash basis and budget laws of the State of Oklahoma.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the modified cash basis and the requirements of Oklahoma statutes and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Management has elected to omit substantially all of the disclosures ordinarily included in financial statements prepared in accordance with the modified cash basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Town's assets, liabilities, equity, revenues, and expenses. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Additionally, we have performed the procedures enumerated below which were agreed to by the specified users of the report, as identified above, and as defined within the applicable state laws of the State of Oklahoma solely to assist the Town and Economic Development Authority in meeting its financial accountability requirements as prescribed by Oklahoma Statutes §11-17 (105-107) and §60-180.1-.3 and evaluating compliance with specified legal or contractual requirements for the fiscal year ended June 30, 2014. Management of the Town of Fort Cobb is responsible for the Town's financial accountability and its compliance with those legal and contractual requirements. This agreed-upon procedures engagement was conducted in accordance with the attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of the procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Procedures and Findings

As to the **Town of Fort Cobb** as of and for the fiscal year ended June 30, 2014:

1. **Procedures Performed:** From the Town's trial balances, we prepared a schedule of changes in fund balances for each fund (see accompanying Exhibit 1) and compared the schedule results to the statutory prohibition of creating fund balance deficits to report any noted instances of noncompliance.

Findings: No exceptions were found as a result of applying the procedure.

2. **Procedures Performed:** From the Town's trial balances, we prepared a budget and actual financial schedule for the General Fund and any other significant funds (any fund whose revenues, expenditures or ending fund balance exceeds 10% of the Town's total revenues, expenditures or fund balances) listing separately each federal fund (see accompanying Exhibit 2) and compared the actual expenditures and encumbrances reported to the authorized appropriations to report any noted instances of noncompliance with the appropriation limitations.

Findings: No exceptions were found as a result of applying the procedure.

3. **Procedures Performed:** We agreed the Town's material bank account balances to bank statements, and traced the timely clearance of significant reconciling items to report any significant or unusual instances of reconciling items that have not cleared.

Findings: No exceptions were found as a result of applying the procedure.

4. **Procedures Performed:** We compared the Town's uninsured deposits to fair value of pledged collateral to report any amounts of uninsured and uncollateralized deposits.

Findings: No exceptions were found as a result of applying the procedure.

5. **Procedures Performed:** We compared use of material-restricted revenues and resources to their restrictions to report any noted instances of noncompliance.

Findings: No exceptions were found as a result of applying the procedure.

6. **Procedures Performed:** We compared the accounting for the Town's activities by fund to the legal and contractual requirements for separate funds to report any noted instances of noncompliance.

Findings: No exceptions were found as a result of applying the procedure.

- 7. Procedures Performed:** We compared the Town's account balances in reserve accounts to contractually required balances and debt service coverage requirements of bond indentures to the actual coverage to report any noted instances of noncompliance.

Findings: No exceptions were found as a result of applying the procedure.

As to the **Fort Cobb Economic Development Authority**, as of and for the fiscal year ended June 30, 2014:

Fort Cobb Economic Development Authority was inactive during the fiscal year; therefore no testing procedures were performed.

As to the **Town of Fort Cobb and Public Trust Grant Programs**, as of and for the fiscal year ended June 30, 2014:

- 1. Procedures Performed:** From the Town and Authority's trial balances, we prepared a schedule of grant activity for each grant/contract (see accompanying Exhibit 4) and compared the receipts and disbursements to grant agreements and supporting information to report any noted instances of noncompliance with the grant agreement.

Findings: No exceptions were found as a result of applying the procedure.

We were not engaged to and did not conduct an audit, the objective of which would be the expression of an opinion on the accounting records. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the specified users, as identified above, and is not intended to be and should not be used by anyone other than these specified parties.

Angel, Johnston + Blasingame, P.C.

Angel, Johnston and Blasingame, P.C.
September 30, 2014

TOWN OF FORT COBB
Fort Cobb, Oklahoma

SUMMARY OF CHANGES IN FUND BALANCE-MODIFIED CASH BASIS
For the Fiscal year ended June 30, 2014
(Unaudited)

	<u>Beginning of Year Fund Balances</u>	<u>Current Year Receipts</u>	<u>Current Year Disbursements</u>	<u>End of Year Fund Balances</u>
TOWN:				
General Fund	\$ 15,461	\$ 395,098	\$ 349,445	\$ 61,114
Street and Alley Fund	9,983	6,028	5,086	10,925
Fire Department Cash Fund	26,327	11,856	15,863	22,320
Capital Improvement Cash Fund	15,645	18,612	14,420	19,837
Police Department Cash Fund	1,300	1,963	892	2,372
Town Total	<u>\$ 68,716</u>	<u>\$ 433,558</u>	<u>\$ 385,706</u>	<u>\$ 116,568</u>
TRUST:				
EDA Fund - Inactive	\$ -	\$ -	\$ -	\$ -
Trust Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Overall Total	<u>68,716</u>	<u>433,558</u>	<u>385,706</u>	<u>116,568</u>

TOWN OF FORT COBB
Fort Cobb, Oklahoma

BUDGETARY COMPARISON SCHEDULE-MODIFIED CASH BASIS
GENERAL FUND
For the Fiscal Year Ended June 30, 2014
(Unaudited)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Beginning Budgetary Fund Balance:	\$ 15,461	\$ 15,461	\$ 15,461	\$ -
Charges for Services:				
Permit fees	923	571	571	(0)
Water utility revenues	210,576	210,576	231,970	21,394
Total Charges for Services	<u>211,499</u>	<u>211,147</u>	<u>232,541</u>	<u>21,394</u>
Intergovernmental-Local:				
Franchise tax	13,971	6,039	16,950	10,910
Police fines	7,068	3,568	3,535	(33)
Payment in lieu of taxes	1,524	1,524	1,710	186
Total Intergovernmental-Local	<u>22,563</u>	<u>11,132</u>	<u>22,195</u>	<u>11,064</u>
Intergovernmental-State:				
Sales	73,929	109,425	116,755	7,330
Use Tax	11,023	11,023	13,107	2,083
Alcohol beverage tax	5,032	5,032	5,816	784
Tobacco Tax	1,073	1,073	1,559	487
State Grants	-	-	-	-
Total Intergovernmental-State	<u>91,057</u>	<u>126,553</u>	<u>137,237</u>	<u>10,683</u>
Intergovernmental-Federal:				
FEMA	-	-	-	-
Total Intergovernmental-Federal	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Miscellaneous Revenue:				
Interest	407	407	219	(187)
Rental	833	833	1,025	193
Refunds/Reimbursements	-	-	-	-
Donations	-	-	-	-
Miscellaneous	-	906	1,881	975
Total Miscellaneous Revenue	<u>1,239</u>	<u>2,145</u>	<u>3,125</u>	<u>980</u>
Non-Revenue Receipts:				
Transfers from other funds	-	-	-	-
Amounts available for appropriation	<u>341,820</u>	<u>366,438</u>	<u>410,560</u>	<u>44,121</u>
Charges to Appropriations:				
Personal Services	225,000	225,000	208,031	16,969
Maintenance & Operations	104,857	139,475	139,451	24
Capital Outlay	10,000	-	-	-
Debt Service	-	-	-	-
Unallocated	-	-	-	-
Total Other	<u>339,857</u>	<u>364,475</u>	<u>347,482</u>	<u>16,993</u>
Other Financing Uses:				
Transfers to other funds	1,963	1,963	1,963	-
Total Charges to Appropriations	<u>341,820</u>	<u>366,438</u>	<u>349,445</u>	<u>16,993</u>
Ending Budgetary Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 61,114</u>	<u>\$ 61,114</u>

TOWN OF FORT COBB
Fort Cobb, Oklahoma

BUDGETARY COMPARISON SCHEDULE-MODIFIED CASH BASIS
FIRE DEPARTMENT CASH FUND
For the Fiscal Year Ended June 30, 2014
(Unaudited)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Beginning Budgetary Fund Balance:	\$ 26,327	\$ 26,327	\$ 26,327	\$ -
Revenues	-	-	11,856	11,856
Non-Revenue Receipts:				
Transfers from other funds	-	-	-	-
Amounts available for appropriation	<u>26,327</u>	<u>26,327</u>	<u>38,184</u>	<u>11,856</u>
Charges to Appropriations:				
Personal Services	1,200	1,200	836	364
Maintenance & Operations	14,776	14,776	9,232	5,544
Capital Outlay	5,000	5,000	-	5,000
Debt Service	5,351	5,351	5,796	(444)
Unallocated	-	-	-	-
Total Other	<u>26,327</u>	<u>26,327</u>	<u>15,863</u>	<u>10,464</u>
Other Financing Uses:				
Transfers to other funds	-	-	-	-
Total Charges to Appropriations	<u>26,327</u>	<u>26,327</u>	<u>15,863</u>	<u>10,464</u>
Ending Budgetary Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,320</u>	<u>\$ 22,320</u>

TOWN OF FORT COBB
Fort Cobb, Oklahoma

BUDGETARY COMPARISON SCHEDULE-MODIFIED CASH BASIS
CAPITAL IMPROVEMENT CASH FUND
For the Fiscal Year Ended June 30, 2014
(Unaudited)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Beginning Budgetary Fund Balance:	\$ 15,645	\$ 15,645	\$ 15,645	\$ -
Revenues	-	-	18,612	18,612
Non-Revenue Receipts:				
Transfers from other funds	-	-	-	-
Amounts available for appropriation	15,645	15,645	34,257	18,612
Charges to Appropriations:				
Personal Services	-	-	-	-
Maintenance & Operations	-	-	-	-
Capital Outlay	15,645	15,645	14,420	1,226
Debt Service	-	-	-	-
Total Other	15,645	15,645	14,420	1,226
Other Financing Uses:				
Transfers to other funds	-	-	-	-
Total Charges to Appropriations	15,645	15,645	14,420	1,226
Ending Budgetary Fund Balance	\$ -	\$ -	\$ 19,837	\$ 19,837

TOWN OF FORT COBB
Fort Cobb, Oklahoma

SCHEDULE OF GRANT ACTIVITY-MODIFIED CASH BASIS
For the Fiscal Year Ended June 30, 2014
(Unaudited)

	<u>Award Amount</u>	<u>Prior Year(s) Receipts</u>	<u>Prior Year(s) Disbursements</u>	<u>Beginning of Year Unexpended Grant Funds</u>	<u>Current Year Receipts</u>	<u>Current Year Disbursements</u>	<u>End of Year Unexpended Grant Funds</u>
TOWN:							
Department of Agriculture Fire Operations	\$ 4,474	\$ -	\$ -	\$ -	\$ 4,474	\$ 4,474	\$ -
Association of South Central Oklahoma REAP-Fort Cobb-112262	45,000	20,333	20,333	-	-	-	-
REAP-Fort Cobb-142262	33,703	-	-	-	-	-	-
Town Total	<u>\$ 83,177</u>	<u>\$ 20,333</u>	<u>\$ 20,333</u>	<u>\$ -</u>	<u>\$ 4,474</u>	<u>\$ 4,474</u>	<u>\$ -</u>